

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 7913

BILL NUMBER: SB 571

DATE PREPARED: Apr 6, 1999

BILL AMENDED: Apr 5, 1999

SUBJECT: Limited Liability Companies; Legislator Insurance; IN Youth Development Commission

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FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) *Legislator Insurance:* This bill requires a political subdivision and a state educational institution that employs a legislator to provide the same insurance and other benefits to the legislator at all times.

Limited Liability Companies: This bill also makes the following changes to provisions for limited liability companies that are formed after June 30, 1999 (unless the operating agreement provides otherwise): (1) Provides that if a limited liability company has more than one member, an assignee of an interest may become a member only if the other members unanimously consent. (2) Provides that if a limited liability company has only one member, an assignee of an interest may become a member in accordance with the terms of an agreement between the assignor and assignee. (3) Provides that a member may withdraw from a limited liability company only at the time or upon the occurrence of events specified and in accordance with the operating agreement. The bill also makes changes to the specified circumstances when a limited liability company will dissolve and the company's affairs must be wound up. It also makes conforming amendments.

Indiana Youth Development Study Commission: This bill also establishes the Indiana Youth Development Study Commission.

Effective Date: (Amended) July 1, 1999; January 1, 2000.

Explanation of State Expenditures: (Revised) *Legislator Insurance:* This bill requires political subdivisions and state educational institutions to provide legislators the same insurance and other benefits while the legislator is serving in the General Assembly as are provided to the legislator at other times. This would imply some additional costs to the affected political subdivision or state educational institution. It is not known how many legislators and institutions this would affect. However, the total costs should be minimal.

Indiana Youth Development Study Commission: This bill also establishes a 17 to 19 member Indiana Youth Development Study Commission consisting of 4 legislators and 15 to 17 lay members. The bill requires the Chairman of the Legislative Council to designate a legislator as the chair of the Commission. The bill provides for per diem and travel reimbursement of Commission members. Current Legislative Council Resolution sets an \$18,500 budget for a Commission of more than 16 members. The Legislative Services Agency is required to staff the Commission. The amendment requires the Commission to meet every month that the Legislature is not in session and requires interim reports to the Governor and General Assembly in 1999, 2000, and 2001, and a final report before July 1, 2002. The bill allows the Commission to accept contributions to help pay for the Commission duties.

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) *Legislator Insurance:* See Explanation of State Expenditures, above, regarding additional costs to political subdivisions. Political subdivisions include school corporations, library districts, local housing authorities, fire protection districts, public transportation corporations, local building authorities, local hospital authorities or corporations, local airport authorities, special service districts, or other separate local governmental entities.

Explanation of Local Revenues:

State Agencies Affected: State Educational Institutions; Legislative Services Agency.

Local Agencies Affected: Political Subdivisions.

Information Sources: